

810-3-61-.01 Definition of Terms and Phrases used in Connection with the Scholarship Program. **(NEW RULE)**

(1) Scope: Act 2013-64, as amended by Act 2013-265, provides for income tax credits to individuals and corporations making scholarship donations to Scholarship Granting Organizations (SGOs.) This rule defines certain terms and phrases used in connection with the program.

(2) "**Department**" shall mean the Alabama Department of Revenue.

(3) "**Scholarship funds unaccounted for**" shall mean the amount of scholarship funds which have not been paid out, promised or otherwise committed for a particular student, as of a given date.

(4) "**Previous school year**" means the normal academic year ending during the calendar year for which the report is submitted. If, however, an educational scholarship is granted at a time other than the fall term of an academic year, the prior school year shall mean the twelve month period immediately preceding the period for which the educational scholarship is granted.

(5) "**Household**" has the same meaning as the term "household" as used by the U.S. Department of Commerce in its reporting and publication of household income amounts, regardless of any relationship between a particular house member to the primary house member or any other house member.

(6) "**Household Income**" has the same meaning as the phrase "household income" as used by the U.S. Department of Commerce in its reporting and publication of household income amounts, including amounts taxable for federal income tax purposes as well as certain other amounts which may be nontaxable.

(7) "**Median Household Income**" means the median income amount reported for the State of Alabama by the Census Bureau of the U.S. Department of Commerce in its most recent annual Statistical Abstract of the United States, Table 706, Household Income-Distribution by Income Level and State. The amount reported for Alabama in the 2012 Statistical Abstract, for the most recent year, calendar year 2009, is \$40,489.

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Authority: Sections 40-2A-7(a)(5) and 16-16D-1, Code of Alabama 1975

History: